
ASTALDI RELEASES FINAL ENGINEERING INVESTIGATION REPORT ON MAY 2016 DRAFT TUBE INCIDENT

ENGINEERING REPORT SUBMITTED TO PEGNL

Happy Valley—Goose Bay, NL, 1 May 2017 - Astaldi has released the ILF Consulting Engineers' report on the May 29, 2016 Draft Tube 2 formwork and falsework incident at the Muskrat Falls project and it has filed it with the Professional Engineers and Geoscientists of Newfoundland and Labrador (PEGNL).

Following the incident, Astaldi worked with its partners, Nalcor and the Muskrat Falls Corporation, to immediately and conclusively understand and address any engineering issues on site. To support this process, Astaldi retained ILF Consulting Engineers, an award-winning Canadian company with expertise in safety in design for large-scale construction projects, to investigate the event.

“Work at Muskrat Falls is proceeding well on schedule and today we are 70% complete. Following last year's incident all appropriate corrective measures were taken in a very timely manner to prevent delays and the reoccurrence of such incidents. Our goal throughout the process has been to do everything possible in the design and construction of this project to enhance and add to our engineering and safety programs,” said Filippo Stinellis, CEO of Astaldi.

Safety is a top priority. Astaldi is committed to providing a safe and healthy working environment for all employees. Astaldi employees are actively encouraged to participate in these programs and are empowered to take action in preventing accidents and injuries. Astaldi employees are a critical part of the team approach to safety.

Since the incident, building on Astaldi's procedures, the following enhanced measures and policies have been implemented to ensure the highest health and safety standards are upheld on the project. These actions included:

- Hiring additional third-party designers and reviewers to support technical design tasks and adding new Professional Engineering staff;
- Adding management checks to ensure the personnel conducting the design, design review, and inspections are appropriately assigned based on competency and structure risk; and
- Creating revised formwork checklists, including revised pre-pour checklists that add a requirement for third-party inspection by a professional engineer.

Astaldi looks forward to PEGNL's review of the report and any recommendations they may have for our work going forward. Nalcor and Astaldi continue to work together to ensure the highest engineering and safety standards are upheld.

The report is available at: <http://www.astaldicanada.com/muskrat-falls-project/media-2/>

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ASTALDI GROUP is one of the leading General Contractors in Italy and one of the top 25 at a European level in the Construction sector where it is also a sponsor of project finance initiatives. It has been active for 90 years at an international level and is present on the market, developing complex and integrated projects involving the design, construction and operation of public infrastructures and largescale engineering works, mainly in the following segments: Transport Infrastructures, Energy Production Plants, Civil and Industrial Construction and Facility Management, Plant Design and Management of Complex Systems. It has been listed on the Stock Exchange since 2002 and holds 85th place in Global Contractor rankings. It ended 2016 with a total backlog, including additional orders secured and in the process of being finalized, of over EUR 27 billion and a turnover of over EUR 3 billion. It has approximately 11,000 employees in Italy, Europe (Poland, Romania and Russia) and Turkey, Africa (Algeria), North America (Canada and the USA), Latin America (Chile, Peru, Venezuela and Central America), the Middle East (Saudi Arabia and Qatar) and the Far East (Indonesia).

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